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SEC FORM X-17A-5
PART III
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SEC FILE NUMBER
8-49345

Information Required of Brokers and Dealers Pursuant to Section 17 of the
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

RMS

REPORT FOR THE PERIOD BEGINNING 01/01/15 AND ENDING 12/31/15
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER - DEALER:

OFFICIAL USE ONLY

Marathon Financial Group, LLC

FIRM ID. NO.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

311 W. Superior Street Suite 217

(No. and Street)

Chicago

IL

60654

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Ryan Vaile

312-953-1521

(Area Code - Telephone No.)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report*

Robert Cooper & Company CPAs, P.C.

(Name - if individual, state last, first, middle name)

141 West Jackson Blvd. Ste 4105

Chicago

IL

60604

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

☒ Certified Public Accountant

☐ Public Accountant

☐ Accountant not resident in United States or any of its possessions.

FOR OFFICIAL USE ONLY

* Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2).

Potential persons who are to respond to the collection of
information contained in this form are not required to respond
unless the form displays a currently valid OMB control number.

SEC 1410 (06-02)

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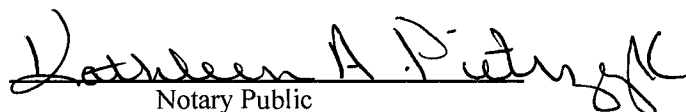
OATH OR AFFIRMATION

I, Ryan Vaile, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statements and supporting schedules pertaining to the firm of Marathon Financial Group, LLC, as of December 31, 2015 are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal, officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

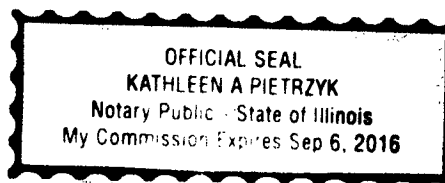


Signature
Director

Title



Notary Public



This report **contains (check all applicable boxes):

- X (a) Facing page.
- X (b) Statement of Financial Condition.
- X (c) Statement of Income (Loss).
- X (d) Statement of Changes in Cash Flows.
- X (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- X (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- X (g) Computation of Net Capital.
- X (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- X (i) Information Relating to the Possession or control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation, of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- X (l) An Oath of Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

***For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).*

Marathon Financial Group, LLC

Index

December 31, 2015

	Page
Report of Independent Auditors	2
Financial Statements	
Statement of Financial Condition	3
Statement of Operations	4
Statement of Changes in Member's Capital	5
Statement of Cash Flows	6
Notes to Financial Statements	7-9
Supplementary Information	
Computation of Net Capital Schedule I and II	10-11
Computation for Determination of Reserve Requirements	12
Report of Independent Registered Public Accounting Firm Exemption Report Review Struture	13
Exemptive Provision under Rule 15c3-3	14
Independent Accountants' Report on Applying agree-upon Procedure Related to the Company's SIPC assesement reconciliation	15
Determination of SPIC Net Operating Revenues and General assesment	16

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

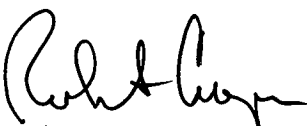
To the Member
of Marathon Financial Group, LLC

We have audited the accompanying financial statements of Marathon Financial Group, LLC (an Illinois LLC), which comprise the statement of financial condition as of December 31, 2015, and the related statements of operations, changes in member's equity, and cash flows for the year then ended that are filed pursuant to Rule 17a-5 under the Securities Exchange Act of 1934, and the related notes to the financial statements and supplemental information. Marathon Financial Group, LLC's management is responsible for these financial statements. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The company is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial condition of Marathon Financial Group, LLC as of December 31, 2015, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The supplemental information on pages 10 to 12 has been subjected to audit procedures performed in conjunction with the audit of Marathon Financial Group, LLC's financial statements. The supplemental information is the responsibility of Marathon Financial Group, LLC's management. Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with Rule 17a-5 of the Securities Exchange Act of 1934. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the financial statements as a whole.



Robert Cooper and Company CPA PC

Chicago, Illinois 60604

February 22, 2016

Marathon Financial Group, LLC
Statement of Financial Condition
December 31, 2015

Assets

Cash	\$	66,281
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Total Assets		<u>66,281</u>
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Liabilities and Member Capital

Liabilities

Accrued Expense		3,513
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Member Capital		<u>62,768</u>
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Total Liabilities and Member Capital	\$	<u>66,281</u>
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The accompanying notes are an integral part of these financial statements.

Marathon Financial Group, LLC
Statement of Operations
For the Year Ending December 31, 2015

Revenue		
Service Agreement and Fees	\$	108,478
Other income		5,000
Total Revenue		<u>113,478</u>
Expenses		
Consulting		65,000
Admin fees		9,900
Filing fees		600
Professional Fees		9,615
License and Permit		3,542
Office		330
Miscellaneous expense		884
Total Expenses		<u>89,871</u>
Net income for the year	\$	<u>23,607</u>

The accompanying notes are an integral part of these financial statements.

Marathon Financial Group, LLC
Statement of Changes in Member's Capital
For the Year Ending December 31, 2015

Member's Capital, beginning of year	\$ 39,161
Net Income for the year	<u>\$ 23,607</u>
Member's Capital, end of year	<u>\$ 62,768</u>

The accompanying notes are an integral part of these financial statements.

Marathon Financial Group, LLC
Statement of Cash Flows
For the Year Ending December 31, 2015

Cash flows from operating activities:	
Net income	\$ 23,607
Depreciation and amortization	0
Adjustments to reconcile net income to net cash used in operating activities:	
Increase in accrued expense	1,358
	<hr/>
Net cash used in operating activities	24,965
	<hr/>
Cash flows from investing activities:	
Net cash used in investing activities	—
	<hr/>
Cash flows from financing activities:	
Member Capital	—
Member Draw	—
Net cash provided by financing activities	—
	<hr/>
Cash and cash equivalents, beginning of the year	41,316
	<hr/>
Cash and cash equivalents, end of the year	\$ 66,281
	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements.

Marathon Financial Group, LLC
Notes to the financial statements
For the Year Ending December 31, 2015

1. Organization

Marathon Financial Group, LLC (The Company) was organized under the Limited Liability Company Act of Illinois on March 13, 2013. Marathon Financial Group, LLC is registered as a broker-dealer with the Securities and Exchange Commission and is a member of FINRA. Marathon Financial Group, LLC was formed for the primary purpose of engaging in the securities transactions for others for a commission. The firm does not receive directly or indirectly, or hold funds or securities, or owe funds or securities to, customers and does not carry accounts of, or for customers, nor trades for their own account.

2. Significant Accounting Policies

Use of Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

The Company is engaged in a single line of business as a broker in which they receive commissions from the selling of Reg D private placement interest and trailing commissions from various mutual funds. The Company does not hold customer funds. Nor do they engage in proprietary trading.

Income Recognition

Fees are earned from the selling of Reg D private placements and recorded on an accrual basis as transactions occur.

Cash Equivalents

The Company has defined cash equivalents as highly liquid investments, with original maturities of less than ninety days that are not held for sale in the ordinary course of business.

Income Taxes

No provision has been made in the accompanying financial statements for federal or state income taxes. The member is responsible for reporting his share of the income or loss for tax purposes. The Company has applied the provision of ASC 740, Income Taxes, which provides guidance on how uncertain tax positions should be recognized, measured, presented and disclosed in the

Marathon Financial Group, LLC
Notes to the financial statements
For the Year Ending December 31, 2015

financial statements. Under the guidance of ASC 740, the Company estimates the likelihood, based on their technical merit, that tax positions will be sustained upon examination based on the facts and circumstances, and information available at the end of each period. The member has concluded there is no tax expense to be recorded by the Company for the year ended December 31, 2015.

3. Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. FASB ASC 820, Fair Value Measurements and Disclosures, includes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy from FASB ASC 820 are described as follows:

- | | |
|---------|---|
| Level 1 | Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date; |
| Level 2 | Inputs other than quoted prices that are observable for the asset or liabilities either directly or indirectly, including inputs in markets that are not considered to be active; |
| Level 3 | Inputs that are unobservable. |

Inputs are used in applying the various techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. An investment's level with the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by management. Management considers observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, provided by multiple, independent sources that are actively involved in the relevant market. The categorization of an investment with the hierarchy is based upon the pricing transparency of the investment and does not necessarily correspond to managements' perceived risk of that investment.

Marathon Financial Group, LLC
Notes to the financial statements
For the Year Ending December 31, 2015

Substantially all of the Company's investments have been classified within Level 1 as they have observable inputs and their values are based on quoted market prices in active markets.

Investments may be classified as Level 2 when market information becomes available, yet the investment is not traded in an active market and/or the investment is subject to transfer restriction, or the valuation is adjusted to reflect illiquidity and/or non-transferability.

The Company only has level one assets held in cash.

4. Net Capital Requirements

As a registered FINRA broker-dealer, Marathon Financial Group, LLC. is subject to the net capital requirements of the Securities and Exchange Commission's "Uniform Net Capital Rule" (Rule 15c3-1). Marathon Financial Group, LLC. is required to maintain minimum net capital, as defined, equal to the greater of \$5,000 or 6 2/3 of the aggregate indebtedness. At December 31, 2015, had \$62,768 of net capital which was \$57,765 in excess of the required minimum net capital.

5. Related Parties

The company pays a consulting fee to the Member for reimbursing of operating expenses. During the year the amount paid to the Member was \$65,000.

6. Subsequent Events

Management has evaluated subsequent events through February 24, 2016, the date the financial statements were issued. On December 23, 2015, Marathon Financial Group, LLC entered into a purchase agreement with Evolv Capital Securities, LLC contingent upon FINRA approval. The Company is currently formalizing submission documents for FINRA review and approval and expects to have complete submission application to FINRA no later than February 29, 2016 and to be completed no later than 2016.

Marathon Financial Group, LLC
Computation of net capital under 15C3-1
of the Securities and Exchange Commission
December 31, 2015

Schedule I

Total member capital	\$ 62,768
Haircut's required	<u>0</u>
Net Capital	62,769
Minimum net capital	<u>5,000</u>
Excess net capital	57,768
Excess net capital at 100%	<u>\$ 56,768</u>

The accompanying notes are an integral part of these financial statements.

Marathon Financial Group, LLC
Computation of net capital under 15C3-1 (continued)
of the Securities and Exchange Commission
December 31, 2015

Schedule II

Aggregate Indebtedness

Items included in the balance sheet:

Accrued expenses	\$	3,513
Total indebtedness	\$	<u>3,513</u>

Ratio: Aggregate Indebtedness to Net Capital 5.6% to 1

Statement pursuant to paragraph (d) (4) of rule 17 a-5

There is no material differences between the amount presented in the computation of net capital as above and the amount as reported in the Company's unaudited Part IIA FOCUS report as of December 31, 2015.

The accompanying notes are an integral part of these financial statements.

Marathon Financial Group, Inc.
Computation for Determination of Reserve Requirements
Under Rule 15c3-3 of the Securities and Exchange Commission
As of December 31, 2015

RESERVE COMPUTATION

(see note below)

INFORMATION FOR POSSESSION AND CONTROL REQUIREMENTS
(See note below)

Note: Marathon Financial Group, LLC, is exempt from Rule 15c3-3, as it does not transact a business in securities with, or for, other than members of national securities exchange and does not carry margin amounts, credit balances or securities for any person defined as a "customer" pursuant to Rule 17a-5(c)(4). Accordingly, there are no amounts reportable under these sections.

Robert Cooper & Company CPA PC
141 W. Jackson Blvd. Suite 4105
Chicago, Illinois 60604
312-322-2238
Facsimile 312-698-8722


REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders
of Marathon Financial Group, LLC

We have reviewed management's statements, included in the accompanying Exemption Report, in which (1) Marathon Financial Group, LLC identified the following provisions of 17 C.F.R. §15c3-3(k) under which Marathon Financial Group, LLC claimed an exemption from 17 C.F.R. §240.15c3-3: (k) (2) (i) (the "exemption provisions") and (2) Marathon Financial Group, LLC stated that Marathon Financial Group, LLC met the identified exemption provisions throughout the most recent fiscal year without exception. Marathon Financial Group, LLC's management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about Marathon Financial Group, LLC's compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph (k) (2) (i) of Rule 15c3-3 under the Securities Exchange Act of 1934.



Robert Cooper and Company CPA PC
Chicago, Illinois 60604

February 22, 2016




MARATHON FINANCIAL GROUP,

Notice of Broker/Dealer Annual Exemption

Marathon Financial Group, LLC (the "Company") is a registered broker-dealer subject to Rule 17a-5, "Reports to be made by certain broker and dealers". This Exemption Report was prepared as required by 17 C.F.R. §240.17-a5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

The Company claimed an exemption from 17 C.F.R. §240.15c3-3 under the following provisions of 17 C.F.R. §240.15c3-3 (k) (2) (i) for the year ending December 31, 2015. There were no exceptions during the year.

I, Ryan Vaile, swear (or affirm) that to my best knowledge and belief, this Exemption Report is true and correct.

By: 
Managing Director
February 18, 2016

INDEPENDENT ACCOUNTANT'S AGREED-UPON PROCEDURES REPORT
ON SCHEDULE OF ASSESSMENT AND PAYMENTS (FORM SIPC-7)

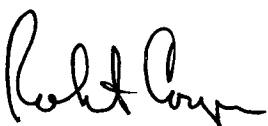
To the Members of Marathon Financial Group, LLC

In accordance with Rule 17a-5(e)(4) under the Securities Exchange Act of 1934, we have performed the procedures enumerated below with respect to the accompanying Schedule of Assessment and Payments (Form SIPC-7) to the Securities Investor Protection Corporation (SIPC) for the year ended December 31, 2015, which were agreed to by Marathon Financial Group, LLC, and the Securities and Exchange Commission, Financial Industry Regulatory Authority, Inc., SIPC, solely to assist you and the other specified parties in evaluating Marathon Financial Group, LLC's compliance with the applicable instructions of Form SIPC-7. Marathon Financial Group, LLC's management is responsible for Marathon Financial Group, LLC's compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the Public Company Accounting Oversight Board (United States). The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

- 1) Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records entries Bank Statements and general ledger, noting no differences;
- 2) Compared the amounts reported on the audited Form X-17A-5 for the year ended December 31, 2015, as applicable, with the amounts reported in Form SIPC-7 for the year ended December 31, 2015, noting no differences;
- 3) Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers Bank account and general ledger, noting no differences;
- 4) Proved the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers review of FOCUS Documents and IS Reports supporting the adjustments noting no differences; and
- 5) Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed, noting no differences (if applicable).

We were not engaged to, and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified parties listed above and is not intended to be and should not be used by anyone other than these specified parties.



Robert Cooper & Company CPA PC

Chicago, Illinois 60604

February 22, 2016

Marathon Financial Group, LLC
Determination of "SIPC Net Operating Revenues"
and
General Assessment
For the Year Ended December 31, 2015

Total revenue (FOCUS Line 12/Part IIA Line 9, Code 4030)	\$113,478
Deductions:	
Total deductions	(5,000)
SIPC Net Operating Revenues	<u>108,478</u>
General Assessment @ .0025	271
SIPC-6 payment paid July 29, 2015	<u>271</u>
Assessment balance due or (overpayment)	0
Total assessment balance and interest due (or overpayment carried forward)	\$ <u>0</u>

Note: Agreed-upon Procedures were performed to assist the Company and regulatory authorities in evaluating the Company's compliance with the applicable instructions for the Transitional Reconciliation, as indicated in the Independent Accountant's Report presented on pages 14 and 15.